Homeland Insurance Company of New York Homeland Insurance Company of Delaware

(Stock companies owned by the **OneBeacon Insurance Group**)

NETWORK SECURITY AND PRIVACY LIABILITY RENEWAL APPLICATION

PORTIONS OF THE POLICY FOR WHICH THIS APPLICATION IS MADE APPLY ONLY TO CLAIMS FIRST MADE AGAINST THE INSURED AND REPORTED TO THE UNDERWRITER DURING THE POLICY PERIOD OR APPLICABLE EXTENDED REPORTING PERIOD. CLAIM EXPENSES ARE PART OF AND NOT IN ADDITION TO THE APPLICABLE LIMIT OF LIABILITY. CLAIM EXPENSES WILL ERODE AND MAY EXHAUST THE APPLICABLE LIMIT OF LIABILITY AND WILL BE APPLIED AGAINST THE RETENTION. THE UNDERWRITER WILL HAVE NO OBLIGATION TO PAY JUDGMENTS, SETTLEMENTS, CLAIM EXPENSES OR BREACH EVENT SERVICES AND EXPENSES ONCE THE APPLICABLE LIMIT OF LIABILITY IS EXHAUSTED BY CLAIM EXPENSES OR OTHERWISE. PLEASE READ THE ENTIRE APPLICATION CAREFULLY BEFORE SIGNING.

APPLICATION INSTRUCTIONS

Whenever used in this Application, the term "**Applicant**" shall mean the organization identified in response to Question 1 of Section I General Information.

I. GENERAL INFORMATION

- 1. Name of Applicant: ______

3. State of incorporation: _____

- Authorized individual (Executive Officer) to receive notices and information regarding the proposed coverage:

 Name:
 E-Mail Address:
 Fax:
- 5. Has the **Applicant** changed its name, acquired another company, been acquired by another company, or changed its organizational format during the last year?

If yes, please provide details:

II. DESIRED COVERAGES

1. Check here if the **Applicant** is applying for the same coverage as its expiring Network Security and Privacy Liability policy, or indicate below each insurance type that it is seeking coverage for pursuant to this Application.

Coverage Included	Limit of Liability Requested	Retention Requested	
 Network Security and Privacy Liability Website Media Occurrence Liability Extortion Threat Breach Notification Breach Management Business Interruption Event and Network Data Event 	\$ \$ \$ \$ \$ \$	\$ \$ \$ \$ \$	

2. Personally Identifiable Information: Approximate number of individual records stored on **Applicant's** network:

III. GROSS REVENUE INFORMATION

1. Please complete the following information:

Revenue Current 12 Months As of (//) to (//)	Revenue Projected Next 12 Months As of (//) to (//)
US Revenue \$ Foreign Rev \$ Total \$	US Revenue \$ Foreign Rev \$ Total \$

IV. CHANGES IN OPERATIONS/NETWORK SECURITY & PRIVACY CONTROLS

1. Have there been any significant changes in the nature of the **Applicant's** business in the past twelve (12) months or are any such changes anticipated in the next twelve (12) months?

If yes, please provide details:

2. Have there been any material changes to the Applicant's operational controls, management of online content and privacy exposures, computer system protection, data encryption procedures or procedures in place to comply with laws governing the handling of personal, sensitive, or private information?

If yes, please provide details:	

V. PRIOR KNOWLEDGE OF FACTS/CIRCUMSTANCES

If yes, please provide details:

If the **Applicant** is requesting additional coverage not contemplated on its current Policy, please complete the following questions:

 Is the Applicant or any individual or entity proposed for coverage aware of any fact, circumstance, situation, transaction, event, act, error or omission which the Applicant or such individual or entity has reason to believe may or could reasonably be foreseen to give rise to a claim or loss that may fall within the scope of the proposed insurance?

NOTE: WITHOUT PREJUDICE TO ANY OTHER RIGHTS OR REMEDIES OF THE UNDERWRITER, IT IS AGREED THAT ANY CLAIM OR LOSS ARISING FROM ANY FACT, CIRCUMSTANCE, SITUATION, TRANSACTION, EVENT, ACT, ERROR OR OMISSION REQUIRED TO BE DISCLOSED IN RESPONSE TO THIS SECTION V. IS EXCLUDED FROM THE PROPOSED

INSURANCE.

Yes

Yes

□ No

No

VI. FRAUD WARNINGS

Any person who knowingly and with intent to defraud any insurance company or another person, files an application for insurance containing any materially false information or conceals for the purpose of misleading, information concerning any fact material thereto, may be guilty of committing a fraudulent insurance act, which is a crime and subjects the person to criminal and civil penalties.

NOTICE TO ALABAMA AND MARYLAND APPLICANTS: Any person who knowingly or willfully presents a false or fraudulent claim for payment of a loss or benefit or who knowingly or willfully presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.

NOTICE TO ARKANSAS, MINNESOTA, AND OHIO APPLICANTS: Any person who, with intent to defraud or knowing that he/she is facilitating a fraud against an insurer, submits an application or files a claim containing a false or deceptive statement is guilty of insurance fraud, which is a crime.

NOTICE TO COLORADO APPLICANTS: It is unlawful to knowingly provide false, incomplete, or misleading facts or information to an insurance company for the purpose of defrauding or attempting to defraud the company. Penalties may include imprisonment, fines, denial of insurance, and civil damages. Any insurance company or agent of an insurance company who knowingly provides false, incomplete, or misleading facts or information to a policy holder or claimant for the purpose of defrauding or attempting to defraud the policy holder or claimant with regard to a settlement or award payable from insurance proceeds shall be reported to the Colorado division of insurance within the department of regulatory agencies.

NOTICE TO DISTRICT OF COLUMBIA APPLICANTS: WARNING: It is a crime to provide false or misleading information to an insurer for the purpose of defrauding the insurer or any other person. Penalties include imprisonment and/or fines. In addition, an insurer may deny insurance benefits, if false information materially related to a claim was provided by the applicant.

NOTICE TO FLORIDA APPLICANTS: Any person who knowingly and with intent to injure, defraud or deceive any insurer files a statement of claim or an application containing any false, incomplete, or misleading information is guilty of a felony of the third degree.

NOTICE TO KENTUCKY APPLICANTS: Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance containing any false information, or conceals for the purpose of misleading, information concerning any fact material thereto, commits a fraudulent insurance act, which is a crime.

NOTICE TO LOUISIANA, NEW MEXICO AND RHODE ISLAND APPLICANTS: Any person who knowingly presents a false or fraudulent claim for payment of a loss or benefit or knowingly presents false information in an application for insurance is guilty of a crime and may be subject to civil fines and criminal penalties.

NOTICE TO MAINE, TENNESSEE, VIRGINIA AND WASHINGTON APPLICANTS: It is a crime to knowingly provide false, incomplete or misleading information to an insurance company for the purpose of defrauding the company. Penalties may include imprisonment, fines, or a denial of insurance benefits.

NOTICE TO NEW JERSEY APPLICANTS: Any person who includes any false or misleading information on an application for an insurance policy is subject to criminal and civil penalties.

NOTICE TO OKLAHOMA APPLICANTS: Any person who knowingly and with intent to injure, defraud or deceive any insurer, makes any claim for the proceeds of an insurance policy containing any false, incomplete or misleading information is guilty of a felony.

NOTICE TO OREGON AND TEXAS APPLICANTS: Any person who makes an intentional misstatement that is material to the risk may be found guilty of insurance fraud by a court of law.

NOTICE TO PENNSYLVANIA APPLICANTS: Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance or statement of claim containing any materially false information, or conceals for the purpose of misleading, information concerning any fact material thereto, commits a fraudulent insurance act, which is a crime and subjects such person to criminal and civil penalties.

NOTICE TO PUERTO RICO APPLICANTS: Any person who knowingly and with the intent to defraud, presents false information in an insurance request form, or who presents, helps or has presented a fraudulent claim for the payment of a loss or other benefit, or presents more than one claim for the same damage or loss, will incur a felony, and upon conviction will be penalized for each violation with a fine of no less than five thousand dollars (\$5,000) nor more than ten thousand dollars (\$10,000); or imprisonment for a fixed term of three (3) years, or both penalties. If aggravated circumstances prevail, the fixed established imprisonment may be increased to a maximum of five (5) years; if attenuating circumstances prevail, it may be reduced to a minimum of two (2) years.

VII. DECLARATIONS AND SIGNATURES

The undersigned, as authorized agent of all individuals and entities proposed for this insurance, declares that, to the best of his/her knowledge and belief, after reasonable inquiry, the statements in this Application and any attachments or information submitted with this Application (together referred to as the "Application") are true and complete. For Florida accounts, the preceding sentence is replaced with the following: The undersigned, as authorized agent of all individuals and entities proposed for this insurance, represents that, to the best of his/her knowledge and belief, after reasonable inquiry, the statements in this Application and any attachments or information submitted with this Application and any attachments or information submitted with this insurance, represents that, to the best of his/her knowledge and belief, after reasonable inquiry, the statements in this Application and any attachments or information submitted with this Application (together referred to as the "Application") are true and complete. The information in this Application is material to the risk accepted by the Underwriter. If a policy is issued it will be in reliance by the Underwriter upon the Application, and the Application will be the basis of the contract.

The information contained in and submitted with this Application is on file with the Underwriter and, along with the Application, will be considered physically attached to, part of, and incorporated into the policy, if issued. For North Carolina, Utah and Wisconsin accounts, this Application and the materials submitted with it shall become part of the policy, if issued, if attached to the policy at issuance.

The Underwriter is authorized to make any inquiry in connection with this Application. The Underwriter's acceptance of this Application or the making of any subsequent inquiry does not bind the **Applicant** or the Underwriter to complete the insurance or issue a policy.

The information provided in this Application is for underwriting purposes only and does not constitute notice to the Underwriter under any policy of a claim or loss or a potential claim or loss.

If the information in this Application materially changes prior to the effective date of the policy, the **Applicant** will immediately notify the Underwriter, and the Underwriter may modify or withdraw any quotation or agreement to bind insurance.

RETURN COMPLETED APPLICATION PLUS ANY ATTACHMENTS AND OTHER INFORMATION TO YOUR INSURANCE AGENT OR BROKER.

NOTICE TO NEW YORK APPLICANTS: Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance or statement of claim containing any materially false information, or conceals for the purpose of misleading, information concerning any fact material thereto, commits a fraudulent insurance act, which is a crime and shall also be subject to a civil penalty not to exceed five thousand dollars and the stated value of the claim for each such violation.

Date

Signature*

Title

Chief Executive Officer

*This Application must be signed by the chief executive officer of the **Applicant** acting as the authorized representative of the individual(s) and entity(ies) proposed for this insurance.

Produced By:			
Agent:	Agency:		
Agency Taxpayer ID or SS No.:		Agent License No.:	
Address			
City:	State:	Zip Code:	
Submitted By:			
Agency:	· · · · · · · · · · · · · · · · · · ·		
Agency Taxpayer ID or SS No.:		Agent License No.:	
Address			
City:	_ State:	Zip Code:	

NOTE: FOR NEW HAMPSHIRE APPLICANTS, PRODUCER'S NAME AND SIGNATURE ARE REQUIRED.